

FISCAL NOTE

SB 3071 - HB 3167

February 19, 2004

SUMMARY OF BILL: Amends the retirement law by authorizing up to 3% of the assets of the TCRS to be invested in a venture capital fund. Requires the Board of Trustees to endeavor to use the services of a fund manager in investing in a venture capital fund.

ESTIMATED FISCAL IMPACT:

**Increase State Expenditures - \$155,000 Recurring
\$3,000 One-Time**

Other Fiscal Impact - Provides an additional method which may be utilized by TCRS to invest retirement funds. This method, if utilized by the TCRS would add to the diversification of investments and could increase or decrease investment earnings and could also increase portfolio risks in the retirement account.

Estimate assumes:

- the addition of one qualified investment professional in the Division of Retirement with significant experience in venture capital investing.
- salaries and benefits of \$150,000, supplies and travel of \$5,000 and one-time expenditures of \$3,000 for a computer and other equipment.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

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